GOVERNMENT OF INDIA
RAILWAYS
LOK SABHA

UNSTARRED QUESTION NO:1875
ANSWERED ON:30.11.2000
JOINT VENTURES
JASWANT SINGH YADAV;SURESH RAMRAO JADHAV (PATIL)

Will the Minister of RAILWAYS be pleased to state:

(a) whether Railways have decided to enter into joint ventures with States in order to complete its pending projects;

(b) if so, the details thereof;

(c) the name of the States which have shown interest for joint ventures in rail projects; and

(d) the steps proposed to be taken to complete pending projects expeditiously in collaboration with States?

Answer

MINISTER OF STATE IN THE MINISTRY OF RAILWAYS (SHRI DIGVIJAY SINGH)

(a) to (d) : A Statement is attached.

STATEMENT REFERRED TO IN REPLY TO PARTS (a) TO (d) OF LOK SABHA UNSTARRED QUESTION NO.1875 FOR 30.11.2000 BY SHRI SURESH RAMRAO JADHAV AND DR. JASWANT SINGH YADAV REGARDING JOINT VENTURES.

(a) Yes, Sir.

(b) i) Joint Venture with Karnataka Govt.

It is proposed to form a SPV as Joint Venture Company with equity participation by Ministry of Railways, Government of Karnataka, FIS/Banks/others. Ministry of Railways & Govt. of Karnataka will have 26% of equity each. The company will moiblise funds for the four identified projects in the State of Karnataka. The Govt.of Karnataka will provide State guarantees without any recourse or charge on the Ministry of Railways or on the railway assets, to the lenders for the market borrowings by the Joint Venture Company.

ii) Joint Venture with Andhra Pradesh Govt.

It is proposed to form a SPV as Joint Venture Company with equity participation by the Ministry of Railways & Govt. of Andhra Pradesh.

Ministry of Railways & Govt. of Andhra Pradesh willhave equal equity in the Joint Venture. The Joint Venture will deal withthe multimodal suburban transportation in the twin cities of Hyderabad & Secunderabad.

(c) The Government of Andhra Pradesh, Karnataka & Maharashtra have shown their interest for joint venture in rail projects.

(d) Ministry of Railways will welcome financial participation ofthe State Government on the pattern of the Joint Venture with the Government of Karnataka, in expeditious completion of rail projects.